



**STATE OF NEW JERSEY**  
**Board of Public Utilities**  
**Two Gateway Center**  
**Newark, NJ 07102**  
**[www.bpu.state.nj.us](http://www.bpu.state.nj.us)**

WATER

IN THE MATTER OF THE PETITION OF  
THE ATLANTIC CITY SEWERAGE  
COMPANY TO CHANGE THE LEVEL  
OF ITS PURCHASED SEWERAGE  
TREATMENT ADJUSTMENT CLAUSE )

ORDER ADOPTING  
SETTLEMENT

BPU DKT. NO. WR06010021  
OAL DKT. NO. 00675-2006S

(SERVICE LIST ATTACHED)

BY THE BOARD:

On January 17, 2006, Atlantic City Sewerage (ACSC or Company) a public utility of the State of New Jersey, subject to the jurisdiction of the Board of Public Utilities (Board) filed a petition pursuant to N.J.S.A. 14:9-8.1, et. seq. requesting permission to change the level of its Purchased Sewerage Treatment Adjustment Clause (PSTAC) volumetric charge from \$17.465 per one thousand cubic feet of water (Mcf) of metered water to \$19.170 per Mcf of metered water. This represents a filed for increase of \$1.705 per Mcf or 9.76% in the volumetric treatment charge. As a result of settlement negotiations, the PSTAC's volumetric charge would be \$19.141 per Mcf, and increase of 9.59%, reflecting the pass-through of costs from the Atlantic County Utilities Authority (ACUA) and related regulatory expenses.

ACSC operates a sewage collection and transmission system and serves approximately 7,300 customers within the City of Atlantic City, Atlantic County, New Jersey. ACSC does not treat any of the sewage it collects. Instead, all of the sewerage collected by ACSC is transmitted to and treated by the ACUA. ACSC does not meter sewerage flows. ACSC bills its customers on the basis of water entering a customer's premise. ACSC is furnished data regarding water entering a customer's premise by the Atlantic County Municipal Utilities Authority (ACMUA), the entity providing water service within the City of Atlantic City. Each year, ACSC bills its customers based on water consumption during the prior year.

## PROCEDURAL HISTORY

The petition was transmitted to the Office of Administrative Law (OAL) on February 23, 2006, as a contested case.

The parties to this matter are the Petitioner, the Division of the Ratepayer Advocate (RPA) and Board Staff. No other parties intervened in the proceeding. A public hearing was held in Atlantic City on March 17, 2006, presided over by Board Legal Specialist Joseph Quirolo, Esq. No member of the public attended the hearing.

Subsequent to the public hearing, the Company, the RPA and Board Staff (collectively, the parties) engaged in settlement negotiations. As a result of these negotiations, an agreement was reached and a Stipulation of Settlement resolving all issues was executed (Stipulation or Settlement). The Stipulation resolves all issues pertaining to the PSTAC and results in an increase of \$415,021 or 5.29% over 2005 ACUA costs. The Board was notified of the Settlement and by letter dated April 12, 2006 requested that this matter be returned from OAL, so that the Board could consider the Stipulation at the earliest possible time pursuant to N.J.A.C. 1:1-3.3(a).

## STIPULATION

As more fully set forth in the attached stipulation, the parties agreed that:<sup>1</sup>

1. The amount to be recovered during the PSTAC year of 2006 is \$8,625,761. (Settlement Paragraph 12).
2. The \$8,625,761 will be spread over projected 2006 flows of 450,650.60 Mcf. (Settlement Paragraph 12).
3. The volumetric treatment charge for 2006 is \$19.141 per Mcf, before compression as reflected on Exhibit A attached to the settlement, results in an increase of 9.59%. (Settlement Paragraph 12).
4. The volumetric treatment charge of \$19.141 assumes an implementation date of January 1, 2006. If a Board Order is issued and effective as of April 26, 2006, the PSTAC will be recovered over 250 days rather than 365 days. As a result, the PSTAC charge for 2006 will be compressed to a charge of \$19.912 per Mcf (reflecting the \$19.141 rate compressed) from the current PSTAC charge of \$17.465 per Mcf. This represents a compressed increase of \$2.47 per Mcf or 14.01%. (Settlement Paragraph 13).
5. All customers will be notified, through a billing insert, of the increase to the volumetric treatment charge brought about by the PSTAC. ACSC will issue a bill insert that reflects the difference between the annual amount due based upon the old rate and the annual amount due at the new rate. The Notice to Customers shall be subject to approval by Staff and the RPA. (Settlement Paragraph 15).

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<sup>1</sup> Cited paragraphs referenced below are in the settlement document. This is only a summary, the full settlement documents controls, subject to the Board's findings and conclusions contained herein.

## TARIFF DESIGN

As a result of the terms of the Stipulation, the Company's volumetric treatment charge (PSTAC) will be \$19.912 per Mcf on a compressed basis.

As a result of the Stipulation, an average residential customer with a 5/8" meter using approximately 82,000 gallons of water per year, will see a wastewater service bill increase from the current bill of \$416.30 to \$443.11 per year, an increase of \$26.81 per year (6.44%) and on a monthly basis from \$34.69 to \$36.93 or \$2.23 per month.

The Company bills semi-annually, once in January and once in August. Therefore, the impact on customers will appear on customers' August 2006 bills.

## DISCUSSION AND FINDINGS


The Board, having reviewed the Stipulation of the Parties and the record in this matter, HEREBY FINDS that the Stipulation is reasonable, in the public interest, and in accordance with the law. The Board HEREBY ADOPTS the Stipulation as its own as if fully set forth herein. The Board HEREBY ADOPTS the tariff pages attached to the Stipulation, as consistent with the terms of the Settlement effective for service rendered as of the date of this Order subject to the following:

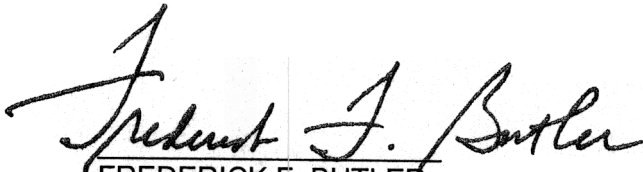
- a) The amount to be recovered during the PSTAC year of 2006 shall be \$8,625,761
- b) The \$8,625,761 will be spread over projected 2006 flows of 450,650.60 Mcf which represents the Company's best estimate of year 2006 water consumption.
- c) The volumetric treatment charge for the year 2006 shall be \$19.141 per Mcf, prior to compression as reflected on Exhibit A attached to the settlement.
- d) Effective as of the date of this Order, April 26, 2006, the PSTAC charge for 2006 shall be compressed to a charge of \$19.912 per Mcf from the current PSTAC charge of \$17.465 per Mcf. This represents a compressed increase of 2.47 per Mcf or 14.01%.


Finally, the Board commends ACSC in taking action to reduce the costs associated with the purchased sewerage treatment charges of the ACUA in the amount of \$292,989. This reduction in treatment charges has been applied in this proceeding. ACSC should continue to vigorously contest the ACUA's proposed rate increases to reduce costs, which in turn, reduces costs to ACSC's customers.


DATED: 4/27/06

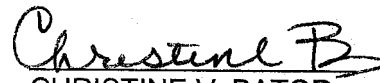
BOARD OF PUBLIC UTILITIES  
BY:

  
JEANNE M. FOX  
PRESIDENT

  
FREDERICK F. BUTLER  
COMMISSIONER

  
CONNIE O. HUGHES  
COMMISSIONER

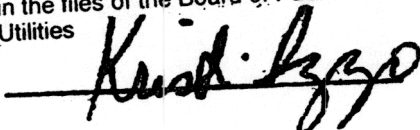
  
JOSEPH L. FIORDALISO  
COMMISSIONER

  
CHRISTINE V. BATOR  
COMMISSIONER

ATTEST:

  
KRISTI IZZO  
SECRETARY

I HEREBY CERTIFY that the within  
document is a true copy of the original  
in the files of the Board of Public  
Utilities



SERVICE LIST

I/M/O THE ATLANTIC CITY SEWERAGE COMPANY TO CHANGE THE LEVEL  
OF ITS PURCHASED SEWERAGE TREATMENT ADJUSTMENT CLAUSE

BPU Docket No. WR06010021

OAL Docket No. 00675-2006S

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P.O. Box 45029  
Newark, NJ 07101

STATE OF NEW JERSEY  
BOARD OF PUBLIC UTILITIES  
OFFICE OF ADMINISTRATIVE LAW

**IN THE MATTER OF THE PETITION** : **BPU DOCKET NO. WR06010021**  
**OF THE ATLANTIC CITY SEWERAGE** :  
**COMPANY TO CHANGE THE LEVEL OF** : **OAL DOCKET NO. 00675-2006S**  
**ITS PURCHASED SEWERAGE TREATMENT :**  
**ADJUSTMENT CLAUSE** : **STIPULATION**

**APPEARANCES**

Ira G. Megdal, Esquire and Stacy A. Mitchell, Esquire, (Cozen O'Connor, attorneys) for  
The Atlantic City Sewerage Company, Petitioner

Susan E. McClure, Esquire, Division of the Ratepayer Advocate  
(Seema Singh, Esq., Ratepayer Advocate)

Babette Tenzer, Esquire and Arlene Pasko, Deputy Attorneys General, on behalf of  
the Staff of the Board of Public Utilities

**TO THE HONORABLE BOARD OF PUBLIC UTILITIES:**

1. The Atlantic City Sewerage Company ("ACSC", "Company" or "Petitioner"), a public utility company of the State of New Jersey, operates a sewerage collection and transmission system within its defined service territory, consisting of the City of Atlantic City, New Jersey. Within its service territory, Petitioner serves approximately 7,300 customers. Petitioner purchases its sewage treatment from the Atlantic County Utilities Authority ("ACUA").

2. On January 17, 2006, the Company filed a Petition to Change the Level of its Purchased Sewerage Treatment Adjustment Clause ("PSTAC"), pursuant to the provisions of N.J.A.C. 14:9-8.1, *et seq.* The matter was transmitted to the Office of Administrative Law ("OAL") on February 23, 2006 for hearing as a contested case. The proceeding was assigned

Docket No. WR06010021 by the Board of Public Utilities (“BPU” or the “Board”) and Docket No. 00675-2006S by the OAL.

3. The parties to this proceeding include the Staff of the Board of Public Utilities (“Staff”) and the Division of the Ratepayer Advocate (“Ratepayer Advocate”). Discovery was propounded by the Staff and the Ratepayer Advocate and answered in full by the Company.

4. In its Petition, ACSC proposed to raise its Volumetric Treatment Charge, effective January 1, 2006.

5. After appropriate public notice, a public hearing was held in Atlantic City, New Jersey on March 17, 2006, presided over by Board Legal Specialist, Joseph Quirolo. No members of the public appeared at the public hearing.

6. Subsequent discussions among the parties have resulted in this Stipulation.

7. ACSC does not treat any sewage. Rather, ACSC is solely engaged in the collection and transmission of sewage within the City of Atlantic City. All of the sewage collected and transmitted by ACSC is treated by the ACUA.

8. In addition, ACSC does not meter sewage flows. Rather, ACSC bills its customers on the basis of water entering its customers’ premises. ACSC is furnished data regarding water entering its customers’ premises by the Atlantic City Municipal Utilities Authority (“ACMUA”), the entity purveying water within the City of Atlantic City. Each year, ACSC bills its customers (other than certain large volume customers) based on water consumption during the prior year.

9. The Petition filed herein was based upon projected consumption by customers for the billing cycles of January , 2006 through December 31, 2006, based upon actual 2005 consumption.

10. Petitioner's PSTAC rate is implemented through the use of its Volumetric Treatment Charge. In its initial filing, Petitioner sought to increase its Volumetric Treatment Charge from its current level of \$17.465 per Mcf of metered water, to a rate of \$19.170 per Mcf of metered water, prior to compression. The initial filing was based on estimates, preliminary in nature, and was updated as the case progressed.

11 In December of 2005, the ACUA introduced a 2006 budget which represented an increase in the amount of budget allocated to ACSC from the ACUA's prior year's budget rate. For 2006, ACSC is being allocated \$8,288,229 of ACUA's costs. In addition, ACSC will be credited \$21,561 relating to 2005 flows. Therefore, the net amount of ACUA's costs allocated to ACSC in 2006 will be \$8,266,668. In 2005, ACSC was allocated \$7,654,063 of ACUA's costs. In addition, ACSC was charged \$197,584 related to 2004 flows. Therefore, the net amount of ACUA's costs allocated to ACSC in 2005 was \$7,851,647. Accordingly, the net 2006 ACUA costs to ACSC represent an increase of \$415,021 or 5.29% from the net 2005 ACUA costs.

12. In addition to the ACUA charges of \$8,266,668, the amount to be recovered by ACSC in 2005 includes an under-collection of \$369,334 from 2005 and projected regulatory costs of \$8,000 after 50/50 sharing. After adjusting the ACUA 2006 budget amount of \$8,266,668 by a decrease of \$18,241 to reflect the charge from the ACUA for the year 2005, the amount to be recovered through the PSTAC is \$8,625,761. This is the amount to be recovered in 2006 through the Volumetric Treatment Charge, which is the rate through which the PSTAC is affected. When this amount is divided by the projected 2006 flows of 450,650.60 Mcf, the resulting PSTAC rate, prior to compression, is \$19.141 per Mcf.

13. The Volumetric Treatment Charge of \$19.141 assumes an implementation date of January 1, 2006. If a Board Order is effective as of April 26, 2006, it means that the 2006



PSTAC will only be recovered over 250, rather than 365 days. As a result, the PSTAC charge for 2006 will be compressed to a charge of \$19.912 per Mcf from the current PSTAC charge of \$17.465 per Mcf as portrayed in Exhibit "A". This represents an increase of \$2.447 per Mcf. If the Board should act on this matter after April 26, 2006, the charge may, if deemed necessary by the parties, be further compressed in order to recover the appropriate amount.

14. ACSC shall account for net cumulative over-recoveries and under-recoveries resulting from the PSTAC. These over-recoveries or under-recoveries will be charged or credited to the PSTAC in subsequent PSTAC proceedings. The net monthly cumulative over-recoveries and under-recoveries shall be calculated for each month, utilizing an average balance for each month. Interest on net cumulative monthly over-recoveries shall be credited to the PSTAC at an interest rate equal to the return on rate base of 7.57%, established in ACSC's last base rate proceeding, BPU Docket No. WR04091064, pursuant to N.J.A.C. 14:9-8.3(c) and N.J.A.C. 14:3-13.3. Similarly, interest on net monthly under-recoveries shall be charged against the PSTAC. If Petitioner has another base rate case completed while this PSTAC is in effect, the return on rate base utilized in that base rate case shall become the interest rate on net monthly cumulative over-recoveries or under-recoveries, on a prospective basis. If, as of December 31, 2006, interest shall be due the PSTAC, such interest shall in fact be credited to the PSTAC. If, as of December 31, 2006, interest shall be chargeable against the PSTAC, said interest shall be eliminated through appropriate accounting entries.

15 All customers will be notified, through a billing insert, of the increase to Volumetric Treatment Charge brought about by the PSTAC. ACSC will issue a bill insert that reflects the difference between the annual amount due based upon the old rate and the annual

amount due at the new rate. The Notice to Customers shall be subject to approval by Staff and the Ratepayer Advocate.

16. Attached hereto as Exhibit "B" are tariff sheets, giving effect to the Volumetric Treatment Charge stipulated in this Stipulation. The parties hereto agree that said tariff sheets are just and reasonable, and should be accepted by the Board, effective April 26, 2006, or as soon thereafter as the Board may issue an order accepting same.

17. Attached hereto as Exhibit "C" is the ACUA budget, demonstrating a total budget for operating and general charges of \$8,288,229 minus a \$21,561 credit for 2005 flows.

18. This Stipulation shall be binding on the parties on approval of the Board. This Stipulation shall bind the Parties in this matter only and shall have no precedential value.

19. This Stipulation contains terms, each of which is interdependent with the others and essential in its own right to the signing of this Stipulation. Each term is vital to the agreement as a whole, since the Parties expressly and jointly state that they would not have signed the agreement has any term been modified in any way. Since the Parties have compromised in numerous areas, each is entitled to certain procedures in the event that any modifications whatsoever are made to this Stipulation.

20. If any modification is made to the terms of this Stipulation, the signatory Parties each must be given the right to be placed in the position it was in before the Stipulation was entered into. It is essential that each Party be given the option, before the implementation of any new rate resulting from any modification of this Stipulation, either to modify its own position to accept the proposed changes, or to resume the proceeding as if no agreement had been reached. This proceeding would resume at the point where it was terminated which was after evidentiary hearings were completed.

21 The Parties believe that these procedures are fair to all concerned, and therefore, they are made an integral and essential element of this Stipulation.

THE ATLANTIC CITY SEWERAGE COMPANY

By: Ira G. Megdal  
Ira G. Megdal, Esquire

ZULIMA V. FARBER  
ATTORNEY GENERAL OF NEW JERSEY  
Attorney for Staff of the NEW JERSEY  
BOARD OF PUBLIC UTILITIES

By: Arlene E. Pasko  
Arlene E. Pasko, Esquire  
Babette Tenzer, Esquire  
Deputy Attorneys General

SEEMA M. SINGH  
RATEPAYER ADVOCATE

By: Susan E. McClure  
Susan E. McClure, Esquire  
Assistant Deputy Ratepayer Advocate

Dated: April 11, 2006

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THE ATLANTIC CITY SEWERAGE COMPANY

By: \_\_\_\_\_  
Ira G. Megdal, Esquire

ZULIMA V. FARBER  
ATTORNEY GENERAL OF NEW JERSEY  
Attorney for Staff of the NEW JERSEY  
BOARD OF PUBLIC UTILITIES

By: \_\_\_\_\_  
Arlene E. Pasko, Esquire  
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Deputy Attorneys General

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RATEPAYER ADVOCATE

By:  \_\_\_\_\_  
Susan E. McClure, Esquire  
Assistant Deputy Ratepayer Advocate

Dated: April 11, 2006

EXH B T A

THE ATLANTIC CITY SEWERAGE COMPANY  
2006 PSTAC RATE CALCULATIONS

	<u>Amount</u>
2006 Annual PSTAC Rate	19.141
2005 PS' AC Rate	<u>7.465</u>
Annual Rate Increase	<u><u>1.676</u></u>

COMPRESSED RATE CALCULATION

	<u>Amount</u>
Annual Rate Increase	1.676
times Number of Days	<u>365</u>
Weighted Rate Increase	<u><u>611.740</u></u>

Weighted Rate Increase	611.740
divided by Number of Days <i>(assume April 26, 2006 Approval)</i>	<u>250</u>
Compressed Rate Increase	<u><u>2.447</u></u>

2005 Annual PS' AC Rate	7.465
Compressed Rate Increase	<u>2.447</u>
NEW 2006 PSTAC RATE <i>(assume April 26, 2006 Approval)</i>	<u><u>19.912</u></u>

EXH B T B

## EXHIBIT "B"

THE ATLANTIC CITY SEWERAGE COMPANY  
B.P.U. NO. 7 - SEWER

SEVEN

REVISED SHEET NO.

ARIF

FOR

SEWERAGE SERVICE

Applicable to

THE CITY OF ATLANTIC CITY

NEW JERSEY

Date of Issue April \_\_\_\_, 2006

Issued by: ROBERT FITZGERALD, President  
1200 Atlantic Avenue  
Atlantic City, New Jersey

Effective for Service  
rendered on and after  
April 26, 2006

Filed Pursuant to Decision and Order of the Board of Public Utilities in Docket No.  
WR06010021, O.A.L. Docket No. 00675-2006S, dated April 26, 2006.



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Date of Issue: April 26, 2006  
Issued by: ROBERT FITZGERALD, President  
1200 Atlantic Avenue  
Atlantic City, New Jersey

Effective for Service  
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April 26, 2006

Filed Pursuant to Decision and Order of the Board of Public Utilities in Docket No.  
WR06010021, O.A.U. Docket No. 00675-2006S, dated April 26, 2006.

SCHEDULE OF RATES

Annual Rates

Fixed Charge

All customers shall pay the following annual fixed charge, based on the size of the water meter used in the rendering of water service:

<u>Size Of Meter</u>	<u>Total Annual Fixed Charge</u>
5/8"	.....\$164
	.....286
	.....793
	....1,905
	....3,766
	....9,254
4 .....	..18,507
6 .....	..46,160
8 .....	..92,321
10 or larger	147,412

Volumetric Collection Charge

In addition to the annual fixed charge, all customers shall pay \$5.550 for each 1,000 cubic feet of metered water, measured to the nearest one-tenth.

Volumetric Treatment Charge

In addition to the annual fixed charge and the volumetric collection charge, all customers shall pay \$19.912 for each 1,000 cubic feet of metered water, measured to the nearest one-tenth, for sewerage treatment costs assessed the Company by the Atlantic County Utilities Authority.

Date of Issue April \_\_, 2006  
Issued by: ROBERT FITZGERALD, President  
1200 Atlantic Avenue  
Atlantic City, New Jersey

Effective for Service  
rendered on and after  
April 26, 2006

Filed Pursuant to Decision and Order of the Board of Public Utilities in Docket No.  
WR06010021, O.A.L. Docket No. 00675-2006S, dated April 26, 2006.

EXH B T "C"

# ATLANTIC COUNTY UTILITIES AUTHORITY

## 2006 WASTEWATER BUDGET

BUDGET SUMMARY	2005 Budget	2006 Budget	Change From 2005 Budget to 2006 Budget
OPERATING EXPENSES			
SALARIES	5,510,183	5,673,760	2.97%
EMPLOYEE BENEFITS & TAXES	1,947,208	2,199,498	12.96%
POWER & UTILITIES	2,572,100	2,959,182	15.05%
CHEMICALS	812,286	857,040	5.51%
FUEL	1,671,000	2,732,448	63.52%
SUPPLIES & MAINTENANCE	758,195	749,300	-1.17%
CONTRACTUAL SERVICES	492,510	564,100	14.54%
INDIRECT OPERATING EXPENSES	499,665	516,000	3.27%
ADMINISTRATIVE EXPENSES & INSURANCE	1,198,977	1,268,186	5.77%
CAPITAL IMPROVEMENT PROGRAM	<u>627,900</u>	<u>589,000</u>	<u>-6.20%</u>
TOTAL OPERATING EXPENSES	16,090,023	18,108,512	12.54%
SERVICE			
INTEREST EXPENSE	2,572,371	2,436,698	-5.27%
PRINCIPAL	<u>4,838,701</u>	<u>5,257,003</u>	<u>8.64%</u>
TOTAL DEBT SERVICE	411,07	7,693,70	3.81%
TOTAL EXPENSES	<u>23,501,095</u>	<u>25,802,213</u>	<u>9.79%</u>
LESS:			
OPERATING AND GENERAL	286,9	(\$22,770,509)	12.24%
INTEREST EARNING		(\$550,000)	89.66%
SEPTAGE, SCUM & SLUDGE EARNINGS	(\$1,513,700)	(\$1,619,834)	7.01%
MISCELLANEOUS	(\$668,528)	(\$678,016)	1.42%
RENEWAL & REPLACEMENT FUND	(\$205,000)	\$0	100.00%
FUND BALANCE	<u>(\$536,954)</u>	<u>(\$183,856)</u>	<u>-65.76%</u>
TOTAL REVENUES	<u>(\$23,501,095)</u>	<u>(\$25,802,214)</u>	<u>9.79%</u>
REVENUES LESS EXPENSE			
RATE	822,3960	\$ 16,3652	7.90%
FLOWS	11,132	11,580	4.02%

ATLANTIC COUNTY UTILITIES AUTHORITY  
2006 WASTEWATER BUDGET

BUDGET SUMMARY

	2005 Budget	2006 Budget	Change From 2005 Budget to 2006 Budget
AUTHORITY RELATIONS			
EXECUTIVE OFFICE	54,134	57,140	5.55%
LAW	68,444	74,692	9.13%
HUMAN RESOURCES	63,653	66,128	3.89%
PLANT OPERATIONS	94,763	98,406	3.84%
MAINTENANCE	1,906,192	1,906,965	0.04%
LABORATORY	2,107,514	2,148,834	1.94%
WW ADMINISTRATION	379,613	394,370	3.89%
PURCHASING	404,756	437,793	8.16%
FINANCE	54,276	56,276	3.69%
ENGINEERING	157,618	169,552	7.57%
	<u>218,820</u>	<u>263,614</u>	<u>20.47%</u>
	5,510,183	6,73,760	2.97%
FRINGES:			
PAYROLL TAXES			
PENSION	435,029	447,543	2.88%
HEALTH BENEFITS	32,698	84,824	159.42%
WORKERS COMPENSATION	271,502	420,914	11.75%
DISABILITY	147,092	185,983	26.44%
ATTENDANCE PROGRAM	8,947	8,293	-7.31%
	<u>51,940</u>	<u>51,940</u>	<u>0.00%</u>
	947,208	69,498	12.9%
TOTAL SALARY RANGE		873,21	5.58%
POWER & UTILITIES			
ELECTRICITY	2,500,000	2,886,182	15.53%
WATER	<u>72,100</u>	<u>71,000</u>	<u>-1.53%</u>
	572,100	2,959,182	15.05%

#1

# ATLANTIC COUNTY UTILITIES AUTHORITY 2006 WASTEWATER BUDGET

BUDGET SUMMARY	2005 Budget	2006 Budget	Change 2005 Bt 2006 B
CHEMICALS			
POLY-ELECTROLYTE	240,000	240,000	0.00%
SODIUM HYPOCHLORITE	425,816	481,040	12.97%
LABORATORY	19,600	20,000	2.04%
SOLIDS HANDLING	110,420	100,000	-9.44%
SYSTEMS CHEMICALS	<u>16,450</u>	<u>16,000</u>	<u>-2.74%</u>
		857,041	
FUEL			
FUEL OIL	60,000	70,000	16.67%
NATURAL GAS	600,000	2,645,948	65.37%
PROPANE	<u>11,000</u>	<u>16,500</u>	<u>50.00%</u>
	1,671,000	2,732,448	63.52%
SUPPLIES & MAINTENANCE			
ELECTRICAL	60,000	60,000	0.00%
MECHANICAL PARTS	465,545	454,800	-2.31%
BUILDING	8,750	10,500	20.00%
CLEANING	10,000	7,000	-30.00%
SMALL TOOLS	4,850	3,000	-38.14%
LUBRICANTS & OILS	7,000	9,500	35.71%
LABORATORY	37,550	39,000	3.86%
GROUND SUPPLIES	24,000	22,000	-8.33%
TRAINING/SAFETY	16,500	16,000	-9.09%
CORDAGE/FIBERS/GASKETS	2,000	2,000	0.00%
SERVICE CONTRACT PARTS	40,000	40,000	0.00%
INSTRUMENTATION	53,600	55,000	2.23%
PAINT	24,000	24,000	0.00%
COMMUNICATION SUPPLIES	<u>4,200</u>	<u>4,500</u>	<u>7.14%</u>
	758,195	49,300	17

ATLANTIC COUNTY UTILITIES AUTHORITY  
2006 WASTEWATER BUDGET

BUDGET SUMMARY	2005 Budget	2006 Budget	Change From 2005 Budget to 2006 Budget
CONTRACTUAL SERVICES			
ELECTRICAL	61,000	65,000	6.56%
MECHANICAL	29,000	50,000	72.41%
UNIFORM	31,235	25,000	-19.96%
INSTRUMENTATION	43,775	45,000	2.80%
ENGINEERING	165,000	214,600	30.06%
COUNTY LAB SERVICE	31,000	30,000	-3.23%
COUNTY LAB INSTRUMENTATION	44,500	42,500	-4.49%
ODOR CONTROL CARBON REPLACEMENT	44,200	49,000	10.86%
LAB TESTING & OTHER	<u>42,500</u>	<u>43,000</u>	<u>0.47%</u>
	492,51	564,100	14.54%
INDIRECT OPERATING EXPENSE			
VEHICLE EXPENSE/GAS,OIL	49,500	63,000	27.27%
VEHICLE EXPENSE/OTHER	77,500	80,000	3.23%
LICENSES/PERMITS	155,340	155,000	-0.22%
WEARING APPAREL	3,000	3,000	0.00%
SAFETY EQUIPMENT	29,325	30,000	2.30%
ASH DISPOSAL	<u>185,000</u>	<u>185,000</u>	<u>0.00%</u>
		,000	

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ATLANTIC COUNTY UTILITIES AUTHORITY  
2006 WASTEWATER BUDGET

BUDGE SUMMARY	2005 Budget	2006 Budget	Change From 2005 Budget to 2006 Budget
ADMINISTRATIVE EXPENSES			
ADVERTISING	20,495	21,270	3.78%
ACCOUNTING	40,000	40,000	0.00%
PUBLICATIONS & DUES	6,167	9,322	50.67%
G/L & OTHER INSURANCE	502,745	568,665	13.11%
LEGAL	10,177	10,364	1.84%
SPECIAL COUNSEL	20,000	20,000	0.00%
OFFICE EQUIPMENT RENTAL	59,321	72,689	22.53%
OFFICE SUPPLIES	13,500	22,750	68.52%
OFFICE EXPENSE	154,512	98,897	-35.99%
POSTAGE	7,600	7,600	0.00%
PRINTING	24,450	22,670	-7.28%
REAL ESTATE TAXES	3,200	3,200	0.00%
TELEPHONE	63,000	62,000	-1.59%
TRUSTEE FEE	86,000	95,000	10.47%
TRAVEL & MEETINGS	28,900	29,446	1.81%
MISCELLANEOUS	200	360	80.00%
LAW LIBRARY	1,807	1,902	5.26%
COMPUTERS	73,720	86,700	17.61%
MANAGEMENT TRAINING & EDU	41,182	53,150	29.06%
PROFESSIONAL SERVICES	15,000	15,000	0.00%
FIXED ASSET INVENTORY		0	0.00%
NJ ONE CALL	3,600		0.00%
IME & DRUG TESTING	400	2,500	525.00%
AUTHORITY RELATIONS	1,400	9,600	584.14%
PHOTOCOPYING	1,500	1,500	0.00%
	198,977	268,166	5.77%



# ATLANTIC COUNTY UTILITIES AUTHORITY 2006 WASTEWATER BUDGET

## BUDGET SUMMARY

	2005 Budget	2006 Budget	Change From 2005 Budget to 2006 Budget
INCOME			
INTEREST INCOME			
PERMIT APPLICATIONS	290,000	550,000	89.66%
LAB SERVICE	40,000	40,000	0.00%
RENTAL	92,700	89,000	-3.99%
SEPTAGE	45,000	63,320	40.71%
SLUDGE	200,000	201,469	0.73%
SCUM	164,200	1,217,765	4.60%
LIQUID SLUDGE	125,000	170,947	36.76%
RENEWAL & REPLACEMENT FUND	24,500	29,653	21.03%
GRANTS/REBATES	205,000	0	100.00%
MISCELLANEOUS	90,000	100,000	11.11%
	<u>400,628</u>	<u>385,686</u>	<u>-3.78%</u>
	2,677,228	2,847,849	6.37%

## EXPENDITURES

INTEREST EXPENSE	2,572,371	2,436,698	-5.27%
PRINCIPAL	<u>4,838,701</u>	<u>5,257,003</u>	<u>8.64%</u>
	11,072	,693,701	3.81%
CAPITAL IMPROVEMENT PROGRAM	127,900	589,000	-6.20%

40,399

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ACQU WASTEWATER

Wastewater  
2006 Use Br

Schedule 1

Budget Flow  
(Million Gallons)  
2006

Budget  
Allocation by  
Year

Budget  
Annual Charge  
2006  
\$1,986.36

Quarterly Fee  
2006

Adjustment on 2006  
for 2005 Flow  
(Credit)

First Quarter Fee  
Due March 1, 2006  
(Including Adjustment)

Atlanta	409	3.45%	\$739,34	\$196,637	(\$6,094)	\$190,546
Atlanta City	4213	16.40%	\$2,342,72	\$2,072,937	(\$5,899)	\$2,066,307
Brightline	783	6.78%	\$1,342,07	\$335,559	(\$30,441)	\$305,458
Big Harbor City	176	1.47%	\$311,26	\$83,571	(\$20,252)	\$63,348
Big Harbor Twp.	1050	9.07%	\$1,693,63	\$415,171	\$21,197	\$437,368
Gateway	973	8.12%	\$1,513,25	\$378,302	\$33,713	\$412,014
Hampton Twp.	670	5.79%	\$1,117,48	\$279,366	\$40,801	\$320,427
Howland	250	2.16%	\$431,29	\$107,823	(\$2,783)	\$105,040
Leopold	90	0.78%	\$176,97	\$44,241	\$12,559	\$56,840
Maryetta	710	6.13%	\$1,195,11	\$299,030	\$173,120	\$472,150
Northlake	173	1.49%	\$317,18	\$79,347	(\$16,929)	\$62,418
Pineville	650	5.61%	\$1,078,11	\$269,524	(\$137,621)	\$131,902
Summers Total		4.84%	\$1,101,06	\$275,229	(\$23,517)	\$251,711
Vestnor		3.87%	\$1,137,17	\$284,282	(\$1,818)	\$282,464
		100.00%	\$21,77	\$1,692,62		\$1,692,618

\$1,986  
\$2,161

AMENDED  
Feb 5, 2006  
\$21,561

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WASTEWATER

Wastewater 2005 & 2006 Fee Comparison Schedule S	Budget Amount Charge 2005 \$1,822,3960	Budget Amount Charge 2006 \$1,986,3652	Difference \$143,9692	2005 Projected Adjustment	Difference Budget + Projected
Absecon	\$719,846 3.55%	\$786,546	3.45%	\$66,700	\$66,700
Atlantic City	\$7,654,081 37.73%	\$8,288,229	36.40%	\$634,166	\$634,166
Brigantine	\$1,430,581 7.05%	\$1,543,597	6.78%	\$113,016	\$113,016
Egg Harbor City	\$200,495 1.48%	\$234,782	1.47%	\$33,287	\$33,287
Egg Harbor Twp.	\$1,531,276 8.53%	\$2,064,683	9.07%	\$533,407	\$533,407
Galloway	\$1,558,140 7.64%	\$1,917,296	8.42%	\$359,057	\$359,057
Hamilton Twp.	\$1,021,438 5.39%	\$1,317,463	5.79%	\$224,027	\$224,027
Lanwood	\$433,730 2.14%	\$491,591	2.16%	\$57,861	\$57,861
Longport	\$142,147 0.70%	\$176,973	0.78%	\$34,826	\$34,826
Margate	\$1,211,993 5.37%	\$1,306,119	6.10%	\$184,226	\$184,226
Northfield	\$637,839 3.14%	\$737,367	5.24%	\$99,548	\$99,548
Pleasantville	\$1,169,866 5.72%	\$1,278,137	5.61%	\$107,271	\$107,271
Somers Point	\$982,273 4.84%	\$1,101,163	4.84%	\$118,890	\$118,890
Ventnor	\$1,230,317 6.06%	\$1,337,129	8.37%	\$106,812	\$106,812
TOTAL	\$20,286,915 100%	\$22,770,509 100%	\$2,483,594	\$0	\$2,483,594

Adjusted to  
21 56  
AMENDED  
FILING  
1/16